

General Assembly

Amendment

January Session, 2005

LCO No. 8260

SB0009608260HD0

Offered by:

REP. O'BRIEN, 24th Dist.

To: Subst. Senate Bill No. 96

File No. 757

Cal. No. 618

(As Amended by Senate Amendment Schedules "A", "B" and "C")

"AN ACT CONCERNING GOVERNMENT ADMINISTRATION."

- After the last section, add the following and renumber sections and internal references accordingly:
- 3 "Sec. 501. (NEW) (*Effective from passage*) As used in this section and section 2 of this act:
- 5 (1) "State real property electronic recording system" means a state-6 wide real property electronic recording system, consisting of 7 information, data bases, hardware, software and all components of 8 each town electronic recording system.
- 9 (2) "Document" means any instrument, in either electronic or paper 10 form, that creates, transfers, asserts or explains an interest in real 11 estate, including a deed, patent, mortgage, will, lien instrument, grant 12 of easement, affidavit, court order or decree, notice, order of fence 13 viewers and any other instrument that affects an interest in real estate.

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14 (3) "Electronic" means relating to technology having electrical, 15 digital, magnetic, wireless, optical or electromagnetic capabilities or 16 similar capabilities.

- 17 (4) "Electronic document" means a document received for recording 18 in an electronic form.
- 19 (5) "Electronic signature" means an electronic sound, symbol or 20 process, attached to or logically associated with an electronic 21 document and executed or adopted by a person with the intent to sign 22 the electronic document.
- 23 (6) "Paper document" means a document printed in paper form.
- 24 (7) "Town electronic recording system" means any real property 25 electronic recording system that may be maintained by a town in this 26 state, consisting of information, data bases, hardware, software and all 27 components of such system.
- Sec. 502. (NEW) (Effective from passage) (a) There is established an
- 29 Electronic Recording Commission which shall be within the State
- 30 Library for administrative purposes only. The commission shall consist
- 31 of:
- 32 (1) The Secretary of the State, or a designee;
- (2) The Chief Information Officer of the Department of Information
 Technology, or a designee;
- 35 (3) The Public Records Administrator, or a designee;
- 36 (4) One member who is a member of the real property section of the
- 37 Connecticut Bar Association and one member who represents the
- 38 banking industry in this state, each appointed by the speaker of the
- 39 House of Representatives;
- 40 (5) One member who is a town clerk for a municipality that records
- 41 fewer than ten thousand documents annually and one member who is

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both a title agent and a commissioner of the Superior Court, each appointed by the president pro tempore of the Senate;

- 44 (6) One member who represents a title insurance company, 45 appointed by the minority leader of the House of Representatives;
- 46 (7) One member who is an attorney who represents the mortgage 47 banking industry, appointed by the minority leader of the Senate;
- 48 (8) One member who is a town clerk for a municipality that records 49 more than ten thousand documents annually, appointed by the 50 majority leader of the House of Representatives; and
- 51 (9) One member who is a member of the executive committee of the 52 real property section of the Connecticut Bar Association, appointed by 53 the majority leader of the Senate.
- 54 (b) The members initially appointed under subdivisions (4) and (7) 55 of subsection (a) of this section shall serve for a term of two years from 56 July 1, 2005, and the members subsequently appointed under 57 subdivisions (4) and (7) of subsection (a) of this section shall serve for 58 terms of three years from July first in the year of their appointment. 59 The members appointed under subdivisions (5) and (6) of subsection 60 (a) of this section shall serve for terms of three years from July first in 61 the year of their appointment. Initial appointments under subdivisions 62 (4) to (7), inclusive, of subsection (a) of this section shall be made not 63 later than sixty days after the effective date of this section. Vacancies 64 on the commission shall be filled by the appointing authority. The 65 commission shall elect a chairperson and a vice-chairperson from 66 among its members. Members of the commission shall serve without 67 compensation but shall, within the limits of available funds, be 68 reimbursed for expenses necessarily incurred in the performance of 69 their duties.
- 70 (c) The Electronic Recording Commission shall submit 71 recommendations to the General Assembly for standards to be used in 72 the development, implementation and operation of a state real

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73 property electronic recording system. Such recommended standards 74 shall set forth:

- (1) The manner and format in which an electronic document shall be submitted, received, returned, stored and retrieved, and specifications 77 for the systems established for such purposes;
 - (2) The type of electronic signature required, the manner, format and technological processes in which an electronic signature shall be affixed to an electronic document, the manner, format and technological processes for certifying authorities for such electronic signatures, and the identity of, or criteria that shall be met by, any third party used by town clerks to facilitate the process of affixing electronic signatures and filing electronic documents. Such formats and technological processes shall be capable of assuring that (A) the party indicated to have signed an electronic document is the party who actually signed the electronic document, and (B) the electronic document and its electronic signature have been electronically sealed to protect the document and signature from being changed after execution;
- 91 (3) Processes and procedures to ensure (A) adequate preservation, 92 disposition, integrity, security and confidentiality of electronic 93 and (B) the ability to adequately audit electronic documents, 94 documents;
- 95 (4) Any other attributes for electronic documents that are required 96 by law for corresponding paper documents or reasonably necessary 97 for the purpose of filing such electronic documents;
 - (5) The manner and format in which an electronic version of a paper document shall be created;
- 100 (6) Qualifications for town clerks and other authorized persons who 101 enter information into a state real property electronic recording 102 system, and procedures for the commission's determination as to 103 whether such qualifications are met;

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104 (7) Standards concerning the qualifications of persons authorized to 105 submit documents into a state real property electronic recording 106 system and the regulation of such persons;

- 107 (8) The procedure for payment of recording fees required under 108 section 7-34a of the general statutes by electronic funds transfer;
- (9) The procedure for searching for real estate information in a statereal property electronic recording system;
- 111 (10) The procedure for paying fees and conveyance taxes on a 112 document recorded electronically including the procedure for paying 113 by credit card;
- 114 (11) Such fee schedule for remote access searches for real estate 115 information in a state real property electronic recording system as the 116 commission may establish, and procedures for the collection and 117 allocation of any such fees by and among town clerks; and
- 118 (12) Any other requirements or procedures necessary for the 119 development, implementation or operation of a state real property 120 electronic recording system.
- (d) Not later than February 1, 2006, the Electronic Recording Commission shall submit proposed legislation to implement the recommendations made pursuant to subsection (c) of this section to the joint standing committees of the General Assembly having cognizance of matters relating to the preservation of land records and matters relating to real estate law."